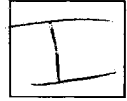


ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY



W-02824A
ICR Water Users Association
PO Box 5669
Chino Valley, AZ 86323

DELIVERED
MAY 15 2006

RECEIVED
MAY 15 2006

ANNUAL REPORT

FOR YEAR ENDING

| | | |
|-----------|-----------|-------------|
| 12 | 31 | 2006 |
|-----------|-----------|-------------|

FOR COMMISSION USE

| | |
|---------------|-----------|
| ANN 04 | 06 |
|---------------|-----------|

PROCESSED BY:

4307RF

SCANNED

COMPANY INFORMATION

Company Name (Business Name) __ ICR Water Users Association, Inc

Mailing Address __ PO Box 5669 __
(Street)

__ Chino Valley __ AZ __ 86323 __
(City) (State) (Zip)

928-583-0741
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Email Address _____

Local Office Mailing Address _____
(Street)

(City) (State) (Zip)

Local Office Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Email Address _____

MANAGEMENT INFORMATION

Management Contact: __ Robert Busch __ **Manager** __
(Name) (Title)

__ PO Box 5669 __ Chino Valley __ AZ __ 86323 __
(Street) (City) (State) (Zip)

928-583-0741
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Email Address _____

On Site Manager: __ Same as above __
(Name)

(Street) (City) (State) (Zip)

Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Email Address _____

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory**Agent:** Bruce Eldredge

(Name)

246 N Hwy 89, Ste A
(Street)Chino Valley
(City)AZ
(State)86323
(Zip)928-636-1725

Telephone No. (Include Area Code)

928-636-9771

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Attorney: Mike Parham

(Name)

2922 N 7th St
(Street)Phoenix
(City)AZ
(State)85013
(Zip)602-265-6804

Telephone No. (Include Area Code)

602-265-8945

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.**OWNERSHIP INFORMATION**

Check the following box that applies to your company:

☐ Sole Proprietor (S)☒ C Corporation (C) (Other than Association/Co-op)☐ Partnership (P)☐ Subchapter S Corporation (Z)☐ Bankruptcy (B)☐ Association/Co-op (A)☐ Receivership (R)☐ Limited Liability Company☐ Other (Describe) _____**COUNTIES SERVED**

Check the box below for the county/ies in which you are certificated to provide service:

☐ APACHE☐ COCHISE☐ COCONINO☐ GILA☐ GRAHAM☐ GREENLEE☐ LA PAZ☐ MARICOPA☐ MOHAVE☐ NAVAJO☐ PIMA☐ PINAL☐ SANTA CRUZ☒ YAVAPAI☐ YUMA☐ STATEWIDE

UTILITY PLANT IN SERVICE

| Acct. No. | DESCRIPTION | Original Cost (OC) | Accumulated Depreciation (AD) | O.C.L.D. (OC less AD) |
|----------------------|--|-------------------------------|--|----------------------------------|
| 301 | Organization | | | |
| 302 | Franchises | | | |
| 303 | Land and Land Rights | | | |
| 304 | Structures and Improvements | 447,607 | 57,805 | 389,802 |
| 307 | Wells and Springs | 607,439 | 49,372 | 558,067 |
| 311 | Pumping Equipment | 1,808 | 45 | 1,763 |
| 320 | Water Treatment Equipment | 106,689 | 24,973 | 81,716 |
| 330 | Distribution Reservoirs and Standpipes | | | |
| 331 | Transmission and Distribution Mains | 4,037,457 | 441,838 | 3,595,619 |
| 333 | Services | 68,233 | 17,059 | 51,174 |
| 334 | Meters and Meter Installations | 27,117 | 678 | 26,439 |
| 335 | Hydrants | | | |
| 336 | Backflow Prevention Devices | | | |
| 339 | Other Plant and Misc. Equipment | | | |
| 340 | Office Furniture and Equipment | 141 | 4 | 137 |
| 341 | Transportation Equipment | | | |
| 343 | Tools, Shop and Garage Equipment | | | |
| 344 | Laboratory Equipment | | | |
| 345 | Power Operated Equipment | | | |
| 346 | Communication Equipment | 10,533 | 4,488 | 6,045 |
| 347 | Miscellaneous Equipment | 1,495 | 428 | 1,067 |
| 348 | Other Tangible Plant | 23,458 | 3,603 | 19,855 |
| | TOTALS | 5,331,978 | 601,367 | 4,730,611 |

This amount goes on the Balance Sheet Acct. No. 108

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

| Acct. No. | DESCRIPTION | Original Cost (1) | Depreciation Percentage (2) | Depreciation Expense (1x2) |
|----------------------|--|------------------------------|--|---|
| 301 | Organization | | | |
| 302 | Franchises | | | |
| 303 | Land and Land Rights | | | |
| 304 | Structures and Improvements | 447,607 | 2.5 | 11,190 |
| 307 | Wells and Springs | 607,439 | 2.5 | 15,186 |
| 311 | Pumping Equipment | 1,808 | 2.5 | 45 |
| 320 | Water Treatment Equipment | 106,689 | 2.5 | 2,667 |
| 330 | Distribution Reservoirs and Standpipes | | | |
| 331 | Transmission and Distribution Mains | 4,037,457 | 2.5 | 100,936 |
| 333 | Services | 68,233 | 2.5 | 1,706 |
| 334 | Meters and Meter Installations | 17,117 | 2.5 | 678 |
| 335 | Hydrants | | | |
| 336 | Backflow Prevention Devices | | | |
| 339 | Other Plant and Misc. Equipment | | | |
| 340 | Office Furniture and Equipment | 141 | 2.5 | 4 |
| 341 | Transportation Equipment | | | |
| 343 | Tools, Shop and Garage Equipment | | | |
| 344 | Laboratory Equipment | | | |
| 345 | Power Operated Equipment | | | |
| 346 | Communication Equipment | 10,533 | 18.96 | 1,974 |
| 347 | Miscellaneous Equipment | 1,495 | 14.29 | 214 |
| 348 | Other Tangible Plant | 23,458 | 2.5 | 563 |
| | TOTALS | 5,331,978 | | 136,334 |

This amount goes on the Comparative Statement of Income and Expense _____
Acct. No. 403.

BALANCE SHEET

| Acct .No. | | BALANCE AT BEGINNING OF YEAR | BALANCE AT END OF YEAR |
|--------------|---|------------------------------------|------------------------------|
| | ASSETS | | |
| | CURRENT AND ACCRUED ASSETS | | |
| 131 | Cash | 92,893 | |
| 134 | Working Funds | | 125,099 |
| 135 | Temporary Cash Investments | | 5,000 |
| 141 | Customer Accounts Receivable | | |
| 146 | Notes/Receivables from Associated Companies | | |
| 151 | Plant Material and Supplies | | |
| 162 | Prepayments | | |
| 174 | Miscellaneous Current and Accrued Assets | | 3,673 |
| | TOTAL CURRENT AND ACCRUED ASSETS | 92,893 | 133,772 |
| | FIXED ASSETS | | |
| 101 | Utility Plant in Service | 5,302,911 | 5,331,978 |
| 103 | Property Held for Future Use | | |
| 105 | Construction Work in Progress | | 1,200 |
| 108 | Accumulated Depreciation – Utility Plant | (465,033) | (601,367) |
| 121 | Non-Utility Property | | |
| 122 | Accumulated Depreciation – Non Utility | | |
| | TOTAL FIXED ASSETS | 4,837,879 | 4,731,811 |
| | TOTAL ASSETS | 4,930,772 | 4,865,583 |

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

BALANCE SHEET (CONTINUED)

| Acct. No. | | BALANCE AT BEGINNING OF YEAR | BALANCE AT END OF YEAR |
|--------------|---|------------------------------------|------------------------------|
| | LIABILITIES | | |
| | CURRENT LIABILITIES | | |
| 231 | Accounts Payable | | |
| 232 | Notes Payable (Current Portion) | | |
| 234 | Notes/Accounts Payable to Associated Companies | | |
| 235 | Customer Deposits | 11,550 | 16,100 |
| 236 | Accrued Taxes | 929 | 1,009 |
| 237 | Accrued Interest | | |
| 241 | Miscellaneous Current and Accrued Liabilities | 151 | 151 |
| | TOTAL CURRENT LIABILITIES | 12,630 | 17,260 |
| | LONG-TERM DEBT (Over 12 Months) | | |
| 224 | Long-Term Notes and Bonds | 3,872,698 | 3,872,698 |
| | DEFERRED CREDITS | | |
| 251 | Unamortized Premium on Debt | | |
| 252 | Advances in Aid of Construction | 58,075 | 64,015 |
| 255 | Accumulated Deferred Investment Tax Credits | | |
| 271 | Contributions in Aid of Construction | 1,419,167 | 1,419,167 |
| 272 | Less: Amortization of Contributions | (35,474) | (74,628) |
| 281 | Accumulated Deferred Income Tax | | |
| | TOTAL DEFERRED CREDITS | | 1,408,554 |
| | TOTAL LIABILITIES | 5,327,096 | 5,298,512 |
| | CAPITAL ACCOUNTS | | |
| 201 | Common Stock Issued | | |
| 211 | Paid in Capital in Excess of Par Value | | |
| 215 | Retained Earnings | (396,323) | (432,929) |
| 218 | Proprietary Capital (Sole Props and Partnerships) | | |
| | TOTAL CAPITAL | (396,323) | (432,929) |
| | TOTAL LIABILITIES AND CAPITAL | 4,930,772 | 4,865,583 |

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

| Acct. No. | OPERATING REVENUES | PRIOR YEAR | CURRENT YEAR |
|--------------|---|-----------------|-----------------|
| 461 | Metered Water Revenue | 132,792 | 204,906 |
| 460 | Unmetered Water Revenue | | |
| 474 | Other Water Revenues | 14,275 | 53,519 |
| | TOTAL REVENUES | 147,067 | 258,425 |
| | | | |
| | OPERATING EXPENSES | | |
| 601 | Salaries and Wages | | |
| 610 | Purchased Water | 4,460 | 6,388 |
| 615 | Purchased Power | 15,656 | 15,577 |
| 618 | Chemicals | 612 | 2,516 |
| 620 | Repairs and Maintenance | 12,137 | 8,170 |
| 621 | Office Supplies and Expense | 4,410 | 1,720 |
| 630 | Outside Services | 89,325 | 139,874 |
| 635 | Water Testing | 1,294 | 4,946 |
| 641 | Rents | 1,200 | 3,600 |
| 650 | Transportation Expenses | | |
| 657 | Insurance – General Liability | 2,489 | 8,995 |
| 659 | Insurance - Health and Life | | |
| 666 | Regulatory Commission Expense – Rate Case | | |
| 675 | Miscellaneous Expense | 10,624 | 3,897 |
| 403 | Depreciation Expense | 98,985 | 97,180 |
| 408 | Taxes Other Than Income | 680 | |
| 408.11 | Property Taxes | 2,095 | 2,795 |
| 409 | Income Tax | 50 | 45 |
| | TOTAL OPERATING EXPENSES | 244,017 | 295,703 |
| | | | |
| | OPERATING INCOME/(LOSS) | (96,950) | (37,278) |
| | | | |
| | OTHER INCOME/(EXPENSE) | | |
| 419 | Interest and Dividend Income | 97 | 180 |
| 421 | Non-Utility Income | 5,983 | 663 |
| 426 | Miscellaneous Non-Utility Expenses | 1,528 | |
| 427 | Interest Expense | | |
| | TOTAL OTHER INCOME/(EXPENSE) | 4,552 | 843 |
| | | | |
| | NET INCOME/(LOSS) | (92,398) | (36,435) |

SUPPLEMENTAL FINANCIAL DATA**Long-Term Debt**

| | LOAN #1 | LOAN #2 | LOAN #3 | LOAN #4 |
|------------------------|-------------------|--------------------|----------------|----------------|
| Date Issued | 31Jan2002 | Unknown | | |
| Source of Loan | Whispering Canyon | Talking Rock Ranch | | |
| ACC Decision No. | | | | |
| Reason for Loan | Developer | Developer | | |
| Dollar Amount Issued | \$ 1,436,951 | 2,435,747 | \$ | \$ |
| Amount Outstanding | \$ 1,436,951 | \$ 2,435,747 | \$ | \$ |
| Date of Maturity | | | | |
| Interest Rate | 0 % | 0 % | % | % |
| Current Year Interest | \$ 0 | \$ 0 | \$ | \$ |
| Current Year Principle | \$ 0 | \$ 0 | \$ | \$ |

Meter Deposit Balance at Test Year End

\$ 16,100

Meter Deposits Refunded During the Test Year

\$ 7,250

| | |
|-----------------------|---|
| COMPANY NAME | ICR Water Users Association, Inc |
| Name of System | ADEQ Public Water System Number 13-303 |

WATER COMPANY PLANT DESCRIPTION

WELLS

| ADWR ID Number* | Pump Horsepower | Pump Yield (gpm) | Casing Depth (Feet) | Casing Diameter (Inches) | Meter Size (inches) | Year Drilled |
|------------------------|------------------------|-------------------------|----------------------------|---------------------------------|----------------------------|---------------------|
| 55-542062 | 50 | 225 | 260 | 10 | 3 | 1994 |
| 55-589660 | 50 | 430 | 250 | 8 | 4 | 2002 |
| 55-590550 | 75 | 580 | 220 | 10 | 4 | 2002 |
| | | | | | | |
| | | | | | | |
| | | | | | | |

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

| Name or Description | Capacity (gpm) | Gallons Purchased or Obtained (in thousands) |
|----------------------------|-----------------------|---|
| Aqua Meadows LLC | | 32,265 |
| | | |

| BOOSTER PUMPS | | FIRE HYDRANTS | |
|----------------------|-----------------|--------------------------|-----------------------|
| Horsepower | Quantity | Quantity Standard | Quantity Other |
| 20 | 5 | 125 | |
| 25 | 3 | | |
| 15 | 1 | | |
| 50 | 2 | | |
| 30 | 2 | | |

| STORAGE TANKS | | PRESSURE TANKS | |
|----------------------|-----------------|-----------------------|-----------------|
| Capacity | Quantity | Capacity | Quantity |
| 210,000 | 1 | 3,200 | 2 |
| 300,000 | 2 | | |
| | | | |
| | | | |

| | |
|-----------------------|---|
| COMPANY NAME | ICR Water Users Association, Inc |
| Name of System | ADEQ Public Water System Number 13-303 |

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

| Size (in inches) | Material | Length (in feet) |
|-------------------------|-----------------|-------------------------|
| 2 | | |
| 3 | | |
| 4 | PVC | 180 |
| 5 | | |
| 6 | PVC | 24,937 |
| 8 | PVC | 95,507 |
| 10 | PVC | 10,731 |
| 12 | PVC | 11,832 |
| | | |
| | | |
| | | |
| | | |
| | | |

CUSTOMER METERS

| Size (in inches) | Quantity |
|-------------------------|-----------------|
| 5/8 X 3/4 | 337 |
| 3/4 | |
| 1 | 21 |
| 1 1/2 | |
| 2 | 6 |
| Comp. 3 | |
| Turbo 3 | |
| Comp. 4 | |
| Tubo 4 | |
| Comp. 6 | |
| Tubo 6 | |
| | |
| | |

For the following three items, list the utility owned assets in each category.

TREATMENT EQUIPMENT:

Clorination Equipment

STRUCTURES:

4 Pump Houses

Chain Link Fences

3 Well Houses

OTHER:

| | |
|-----------------------|---|
| COMPANY NAME: | ICR Water Users Association, Inc |
| Name of System | ADEQ Public Water System Number 13-303 |

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2006

| MONTH | NUMBER OF CUSTOMERS | GALLONS SOLD | GALLON PUMPED (Thousands) |
|------------------|----------------------------|---------------------|--------------------------------------|
| JANUARY | 323 | 6,875,982 | 9,168 |
| FEBRUARY | 328 | 6,604,283 | 9,138 |
| MARCH | 336 | 4,296,338 | 5,330 |
| APRIL | 345 | 12,565,594 | 12,378 |
| MAY | 364 | 29,206,943 | 31,153 |
| JUNE | 364 | 29,431,400 | 33,331 |
| JULY | 367 | 15,756,239 | 17,524 |
| AUGUST | 361 | 17,129,427 | 19,111 |
| SEPTEMBER | 380 | 12,610,600 | 14,238 |
| OCTOBER | 367 | 14,294,136 | 14,077 |
| NOVEMBER | 364 | 8,369,531 | 8,708 |
| DECEMBER | 364 | 5,856,725 | 7,816 |
| TOTAL | | 162,997,198 | 181,972 |

What is the level of arsenic for each well on your system. See below ____ppb

(If more than one well, please list each separately.)

Note: If you are filing for more than one system, please provide separate data sheets for each system.

55-542062 2.3 ppb

55-589660 2.3 ppb

55-590550 2.3 ppb

If the system has fire hydrants, what is the fire flow requirement? 1000 GPM for 2 hrs

If the system has chlorination treatment, does this treatment system chlorinate continuously?

☒ (X) Yes ☐ () No

Is the Water Utility located in an ADWR Active Management Area (AMA)?

☐ () Yes ☒ (X) No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?

☐ () Yes ☒ (X) No

If yes, provide the GPCPD amount: _____

COMPANY NAME ICR Water Users Association, Inc YEAR ENDING 12/31/2006

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2006 was: \$ 2,795.49

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

Ross D. Jacobs
Yavapai County Treasurer
1015 Fair Street
Prescott AZ 86305-1807

2006 PROPERTY TAX NOTICE

ARIZONA

| PARCEL # | | AREA CODE | PRIMARY TAX RATE PER \$100 ASSESSED VALUE | SECONDARY TAX RATE PER \$100 ASSESSED VALUE | IRRIGATION DISTRICT \$ PER ACRE | | 2006 TAX SUMMARY | | |
|---------------------------|--|------------------|---|---|---------------------------------|----------|----------------------|-----------------------------|------|
| 306-55-030 9 | | 0197 | 6.2657 | 4.0131 | | | PRIMARY PROPERTY TAX | 5.00 | |
| ASSESSMENT | | VALUE IN DOLLARS | ASSTMT % | ASSESSED VALUE | EXEMPTIONS | TAX RATE | NET ASSESSED | LESS STATE AID TO EDUCATION | 0.00 |
| PRIMARY LAND, BLDGS, ETC | | 500 | 15.0 | 80 | 0 | 6.2657 | 5.00 | NET PRIMARY PROPERTY TAX | 5.00 |
| PRIMARY PERSONAL PROPERTY | | 0 | 0.0 | 0 | 0 | 0.0000 | 0.00 | SECONDARY PROPERTY TAX | 3.22 |
| PRIMARY TOTALS | | 500 | | 80 | 0 | | 5.00 | SPECIAL DISTRICT TAX | 0.00 |
| SECONDARY LAND | | 500 | 15.0 | 80 | 0 | 4.0131 | 3.22 | TOTAL TAX DUE FOR 2006 | 8.22 |
| SECONDARY BLDGS, ETC | | 0 | 0.0 | 0 | 0 | 0.0000 | 0.00 | | |
| SEC. PERSONAL PROPERTY | | 0 | 0.0 | 0 | 0 | 0.0000 | 0.00 | | |
| SECONDARY TOTALS | | 500 | | 80 | 0 | | 3.22 | | |

| ACREAGE | JURISDICTION | 2006 TAXES | 2005 TAXES |
|---|----------------------------|------------|------------|
| 0089257 | 02000 YAVAPAI COUNTY | 1.32 | 1.36 |
| SITUS ADDRESS: | 07001 PRESCOTT SD #1 | 2.76 | 2.78 |
| | 08150 COMMUNITY COLLEGE | 1.32 | 1.40 |
| LEGAL DESCRIPTION: | 11203 CENTRAL YAVAPAI FD | 1.60 | 1.61 |
| INSCRIPTION CANYON RANCH UNIT 1 PHASE 1 | 11900 FIRE DISTRICT ASSIST | 0.07 | 0.08 |
| TRACT "B" | 14900 YAVAPAI COUNTY LIBRA | 0.08 | 0.09 |
| SECS 21,22,27,28- | 15001 YAVAPAI FLOOD CONTRA | 0.16 | 0.16 |
| 16-3W | 21271 ICR SANITARY DISTRIC | 0.91 | 0.43 |
| | 02001 STATE SCHOOL TAX EQU | 0.00 | 0.35 |

This is the only notice you will receive.

Ross D. Jacobs
Yavapai County Treasurer
1015 Fair Street
Prescott AZ 86305-1807

THIS IS A CALENDAR YEAR TAX NOTICE

TOTALS 8.22 8.26

306-55-030 9
0082279 NM



T 0796 86323

ICR WATER USERS ASSOCIATION
PO BOX 5669
CHINO VALLEY AZ 86323

PAYMENT INSTRUCTIONS

To pay the 1st half installment, send the 1st half coupon with your payment postmarked no later than Nov. 1, 2006. To pay the 2nd half installment, send the 2nd half coupon with your payment postmarked no later than May 1, 2007. To pay taxes for the full year if the entire amount billed exceeds \$100, send the 1st half coupon with your payment postmarked no later than Dec. 31, 2006. Delinquent interest will be waived.

Make your check payable to and mail to:

Ross D. Jacobs
Yavapai County Treasurer
1015 Fair Street
Prescott AZ 86305-1807

PLEASE INCLUDE YOUR
PARCEL NUMBER
ON YOUR CHECK.

THERE WILL BE A CHARGE FOR EACH RETURNED CHECK
AND YOUR TAXES WILL REVERT TO AN UNPAID STATUS.

2006 FIRST HALF PAYMENT COUPON

Due October 1, 2006
ICR WATER USERS ASSOCIATION
306-55-030 9 0089257

DETACH AND RETURN WITH PAYMENT

Make check payable to:
Ross D. Jacobs
Yavapai County Treasurer
1015 Fair Street
Prescott AZ 86305-1807

Payment in U.S. FUNDS ONLY

TO PAY 1ST HALF ONLY PAY ▶

TO PAY FULL YEAR TAX PAY ▶ 8.22

CK # 1413

If your mortgage company makes your property
tax payments consider this notice as a courtesy
copy for your records only.



3065503009



Ross D. Jacobs
Yavapai County Treasurer
1015 Fair Street
Prescott AZ 86305-1807

2006 3065503009 1 00000000082200000000822

Any total property tax of \$100 or less must be paid
in full using the first payment coupon, no later
than November 1, 2006 at 5:00 p.m.

To pay taxes for the full year, send the 1st half coupon
with your payment postmarked no later than Dec. 31,
2006. Delinquent interest will be waived.

2006 PROPERTY TAX NOTICE

ARIZONA

| PARCEL # | AREA CODE | PRIMARY TAX RATE PER \$100 ASSESSED VALUE | SECONDARY TAX RATE PER \$100 ASSESSED VALUE | IRRIGATION DISTRICT \$ PER ACRE | 2006 TAX SUMMARY | | | | |
|--------------|---------------------------|---|---|---------------------------------|----------------------|--------------|-----------------------------|--------------------------|------|
| 306-55-031 2 | 0197 | 6.2657 | 4.0131 | | PRIMARY PROPERTY TAX | 5.00 | | | |
| ASSESSMENT | VALUE IN DOLLARS | ASSTMT % | ASSESSED VALUE | EXEMPTIONS | TAX RATE | NET ASSESSED | LESS STATE AID TO EDUCATION | 0.00 | |
| | PRIMARY LAND, BLDGS, ETC | 500 | 16.0 | 80 | 0 | 6.2657 | 5.00 | NET PRIMARY PROPERTY TAX | 5.00 |
| | PRIMARY PERSONAL PROPERTY | 0 | 0.0 | 0 | 0 | 0.0000 | 0.00 | | |
| | PRIMARY TOTALS | 500 | | 80 | 0 | | 5.00 | SECONDARY PROPERTY TAX | 3.22 |
| | SECONDARY LAND | 500 | 16.0 | 80 | 0 | 4.0131 | 3.22 | SPECIAL DISTRICT TAX | 0.00 |
| | SECONDARY BLDGS, ETC | 0 | 0.0 | 0 | 0 | 0.0000 | 0.00 | | |
| | SEC. PERSONAL PROPERTY | 0 | 0.0 | 0 | 0 | 0.0000 | 0.00 | | |
| | SECONDARY TOTALS | 500 | | 80 | 0 | | 3.22 | TOTAL TAX DUE FOR 2006 | 8.22 |

| ACREAGE: | JURISDICTION | 2006 TAXES | 2005 TAXES |
|---|----------------------------|------------|------------|
| 0089258 | 02000 YAVAPAI COUNTY | 1.32 | 1.36 |
| SITUS ADDRESS: | 07001 PRESCOTT SD #1 | 2.76 | 2.78 |
| LEGAL DESCRIPTION: | 08150 COMMUNITY COLLEGE | 1.32 | 1.40 |
| INSCRIPTION CANYON RANCH UNIT 1 PHASE 1 TRACT "C" | 11203 CENTRAL YAVAPAI FD | 1.60 | 1.61 |
| SECS 21,22,27,28-16-3W | 11900 FIRE DISTRICT ASSIST | 0.07 | 0.08 |
| | 14900 YAVAPAI COUNTY LIBRA | 0.08 | 0.09 |
| | 15001 YAVAPAI FLOOD CONTRO | 0.16 | 0.16 |
| | 21271 ICR SANITARY DISTRIC | 0.91 | 0.43 |
| | 02001 STATE SCHOOL TAX EQU | 0.00 | 0.35 |

This is the only notice you will receive.

Ross D. Jacobs
Yavapai County Treasurer
1015 Fair Street
Prescott AZ 86305-1807

THIS IS A CALENDAR YEAR TAX NOTICE

TOTALS 8.22 8.26

306-55-031 2
0082279 NM



T 0796 86323

ICR WATER USERS ASSOCIATION
PO BOX 5669
CHINO VALLEY AZ 86323

PAYMENT INSTRUCTIONS

To pay the 1st half installment, send the 1st half coupon with your payment postmarked no later than Nov. 1, 2006. To pay the 2nd half installment, send the 2nd half coupon with your payment postmarked no later than May 1, 2007. To pay taxes for the full year if the entire amount billed exceeds \$100, send the 1st half coupon with your payment postmarked no later than Dec. 31, 2006. Delinquent interest will be waived.

Make your check payable to and mail to:

Ross D. Jacobs
Yavapai County Treasurer
1015 Fair Street
Prescott AZ 86305-1807

THERE WILL BE A CHARGE FOR EACH RETURNED CHECK
AND YOUR TAXES WILL REVERT TO AN UNPAID STATUS.

PLEASE INCLUDE YOUR
PARCEL NUMBER
ON YOUR CHECK.

2006 FIRST HALF PAYMENT COUPON

DETACH AND RETURN WITH PAYMENT

Make check payable to:
Ross D. Jacobs
Yavapai County Treasurer
1015 Fair Street
Prescott AZ 86305-1807

Payment in U.S. FUNDS ONLY

Due October 1, 2006
ICR WATER USERS ASSOCIATION
306-55-031 2 0089258

Delinquency Date First Half Payment
Penalty for late payment is 16% per year prorated monthly as of the 1st day of the month for payments postmarked after 5:00 P.M. November 1, 2006 (ARS 42-18052 and ARS 42-18053).

TO PAY 1ST HALF ONLY PAY ▶
TO PAY FULL YEAR TAX PAY ▶

8.22

If your mortgage company makes your property tax payments consider this notice as a courtesy copy for your records only.



3065503102

Any total property tax of \$100 or less must be paid in full using the first payment coupon, no later than November 1, 2006 at 5:00 p.m.

To pay taxes for the full year, send the 1st half coupon with your payment postmarked no later than Dec. 31, 2006. Delinquent interest will be waived.



Ross D. Jacobs
Yavapai County Treasurer
1015 Fair Street
Prescott AZ 86305-1807

2006 3065503102 1 00000000082200000000822

2006 PROPERTY TAX NOTICE

ARIZONA

| PARCEL # | AREA CODE | PRIMARY TAX RATE PER \$100 ASSESSED VALUE | SECONDARY TAX RATE PER \$100 ASSESSED VALUE | IRRIGATION DISTRICT \$ PER ACRE | 2006 TAX SUMMARY | |
|--------------|-----------|---|---|---------------------------------|-----------------------------|----------|
| 901-10-140 3 | 0140 | 6.2657 | 0.8872 | | PRIMARY PROPERTY TAX | 2,711.68 |
| | | | | | LESS STATE AID TO EDUCATION | 0.00 |
| | | | | | NET PRIMARY PROPERTY TAX | 2,711.68 |
| | | | | | SECONDARY PROPERTY TAX | 305.42 |
| | | | | | SPECIAL DISTRICT TAX | 0.00 |
| | | | | | TOTAL TAX DUE FOR 2006 | 3,017.10 |

| ASSESSMENT | VALUE IN DOLLARS | ASSTMT % | ASSESSED VALUE | EXEMPTIONS | TAX RATE | NET ASSESSED | 2006 TAXES | 2005 TAXES |
|---------------------------|------------------|----------|----------------|----------------------|----------|--------------|------------|------------|
| PRIMARY LAND, BLDGS, ETC | 14,977 | 24.5 | 3,669 | 0 | 6.2657 | 229.89 | 716.34 | 518.77 |
| PRIMARY PERSONAL PROPERTY | 161,671 | 24.5 | 39,609 | 0 | 6.2657 | 2,481.79 | 1,493.36 | 1,057.74 |
| PRIMARY TOTALS | 176,648 | | 43,278 | 0 | | 2,711.68 | 717.25 | 534.20 |
| SECONDARY LAND | 0 | 24.5 | 0 | 0 | 0.8872 | 0.00 | 38.73 | 29.40 |
| SECONDARY BLDGS, ETC | 14,977 | 24.5 | 3,669 | 0 | 0.8872 | 32.56 | 44.14 | 33.13 |
| SEC. PERSONAL PROPERTY | 161,671 | 24.5 | 39,609 | 0 | 0.6889 | 272.86 | 7.28 | 5.61 |
| SECONDARY TOTALS | 176,648 | | 43,278 | 0 | | 305.42 | 0.00 | 132.93 |
| ACREAGE: | | .00 | JURISDICTION | | | | | |
| | | | 02000 | YAVAPAI COUNTY | | | | |
| | | | 07001 | PRESCOTT SD #1 | | | | |
| | | | 08150 | COMMUNITY COLLEGE | | | | |
| | | | 11900 | FIRE DISTRICT ASSIST | | | | |
| | | | 14900 | YAVAPAI COUNTY LIBRA | | | | |
| | | | 15001 | YAVAPAI FLOOD CONTRO | | | | |
| | | | 02001 | STATE SCHOOL TAX EQU | | | | |

0150833

SITUS ADDRESS:
NULL

LEGAL DESCRIPTION:

TOTAL VALUE OF OPERATING PROPERTY

This is the only notice you will receive.

Ross D. Jacobs
Yavapai County Treasurer
1015 Fair Street
Prescott AZ 86305-1807

THIS IS A
CALENDAR YEAR
TAX NOTICE

TOTALS 3,017.10 2,311.78

901-10-140 3
0082278 NM



T 0796 86323

ICR WATER USERS ASSOC
ROBERT BUSCH/MANAGER
P O BOX 5669
CHINO VALLEY AZ 86323

PAYMENT INSTRUCTIONS

To pay the 1st half installment, send the 1st half coupon with your payment postmarked no later than Nov. 1, 2006. To pay the 2nd half installment, send the 2nd half coupon with your payment postmarked no later than May 1, 2007. To pay taxes for the full year if the entire amount billed exceeds \$100, send the 1st half coupon with your payment postmarked no later than Dec. 31, 2006. Delinquent interest will be waived.

Make your check payable to and mail to:

Ross D. Jacobs
Yavapai County Treasurer
1015 Fair Street
Prescott AZ 86305-1807

PLEASE INCLUDE YOUR
PARCEL NUMBER
ON YOUR CHECK.

THERE WILL BE A CHARGE FOR EACH RETURNED CHECK
AND YOUR TAXES WILL REVERT TO AN UNPAID STATUS.

2006 FIRST HALF PAYMENT COUPON

Due October 1, 2006

ICR WATER USERS ASSOC

901-10-140 3 0150833

Delinquency Date First Half Payment

Penalty for late payment is 16% per year prorated monthly as of the 1st day of the month for payments postmarked after 5:00 P.M. November 1, 2006 (ARS 42-18052 and ARS 42-18053).

Any total property tax of \$100 or less must be paid in full using the first payment coupon, no later than November 1, 2006 at 5:00 p.m.

To pay taxes for the full year, send the 1st half coupon with your payment postmarked no later than Dec. 31, 2006. Delinquent interest will be waived.

DETACH AND RETURN WITH PAYMENT

Make check payable to:
Ross D. Jacobs
Yavapai County Treasurer
1015 Fair Street
Prescott AZ 86305-1807

Payment in U.S. FUNDS ONLY

TO PAY 1ST HALF ONLY PAY 1,508.55
TO PAY FULL YEAR TAX PAY 3,017.10

If your mortgage company makes your property tax payments consider this notice as a courtesy copy for your records only.



9011014003



Ross D. Jacobs
Yavapai County Treasurer
1015 Fair Street
Prescott AZ 86305-1807

2006 9011014003 1 00000030171000000150855

2006 PROPERTY TAX NOTICE

ARIZONA

| PARCEL # | AREA CODE | PRIMARY TAX RATE PER \$100 ASSESSED VALUE | SECONDARY TAX RATE PER \$100 ASSESSED VALUE | IRRIGATION DISTRICT \$ PER ACRE | 2006 TAX SUMMARY | |
|---------------------------|-----------|---|---|---------------------------------|-----------------------------|-------|
| 306-55-372 2 | 0197 | 6.2657 | 4.0131 | | PRIMARY PROPERTY TAX | 31.88 |
| ASSESSMENT | | | | | LESS STATE AID TO EDUCATION | 0.00 |
| PRIMARY LAND, BLDGS, ETC | 3,180 | 16.0 | 509 | 0 | NET PRIMARY PROPERTY TAX | 31.88 |
| PRIMARY PERSONAL PROPERTY | 0 | 0.0 | 0 | 0 | SECONDARY PROPERTY TAX | 27.94 |
| PRIMARY TOTALS | 3,180 | | 509 | 0 | SPECIAL DISTRICT TAX | 0.00 |
| SECONDARY LAND | 4,352 | 16.0 | 696 | 0 | TOTAL TAX DUE FOR 2006 | 59.82 |
| SECONDARY BLDGS, ETC | 0 | 0.0 | 0 | 0 | | |
| SEC. PERSONAL PROPERTY | 0 | 0.0 | 0 | 0 | | |
| SECONDARY TOTALS | 4,352 | | 696 | 0 | | |

| ACREAGE: | JURISDICTION | 2006 TAXES | 2005 TAXES |
|--|----------------------------|------------|------------|
| 0089595 | 02000 YAVAPAI COUNTY | 8.42 | 7.60 |
| SITUS ADDRESS: | 07001 PRESCOTT SD #1 | 18.07 | 16.14 |
| LEGAL DESCRIPTION: | 08150 COMMUNITY COLLEGE | 8.86 | 8.47 |
| INSCRIPTION CANYON RANCH UNIT 5 P.A.D. TRACT W | 11203 CENTRAL YAVAPAI FD | 13.88 | 13.97 |
| CONT .34AC SEC 21-16-3W MAP 48/23-25 (W | 11900 FIRE DISTRICT ASSIST | 0.62 | 0.67 |
| ATER STORAGE) | 14900 YAVAPAI COUNTY LIBRA | 0.71 | 0.76 |
| | 15001 YAVAPAI FLOOD CONTRO | 1.38 | 1.38 |
| | 21271 ICR SANITARY DISTRIC | 7.88 | 3.77 |
| | 02001 STATE SCHOOL TAX EQU | 0.00 | 1.94 |

This is the only notice you will receive.

Ross D. Jacobs
Yavapai County Treasurer
1015 Fair Street
Prescott AZ 86305-1807

THIS IS A CALENDAR YEAR TAX NOTICE

TOTALS 59.82 54.70

306-55-372 2

0030944 01 AV 0.293 **AUTO T9 0 0796 86323-046669

ICR WATER USERS ASSN
PO BOX 5669
CHINO VALLEY AZ 86323-0466

PAYMENT INSTRUCTIONS

To pay the 1st half installment, send the 1st half coupon with your payment postmarked no later than Nov 1, 2006. To pay the 2nd half installment, send the 2nd half coupon with your payment postmarked no later than May 1, 2007. To pay taxes for the full year if the entire amount billed exceeds \$100, send the 1st half coupon with your payment postmarked no later than Dec 31, 2006. Delinquent interest will be waived.

Make your check payable to and mail to:

Ross D. Jacobs
Yavapai County Treasurer
1015 Fair Street
Prescott AZ 86305-1807

THERE WILL BE A CHARGE FOR EACH RETURNED CHECK
AND YOUR TAXES WILL REVERT TO AN UNPAID STATUS.

PLEASE INCLUDE YOUR
PARCEL NUMBER
ON YOUR CHECK.

2006 FIRST HALF PAYMENT COUPON

Due October 1, 2006

ICR WATER USERS ASSN

306-55-372 2 0089595

Delinquency Date First Half Payment

Penalty for late payment is 16% per year prorated monthly as of the 1st day of the month for payments postmarked after 5:00 P.M. November 1, 2006 (ARS 42-18052 and ARS 42-18053).

Any total property tax of \$100 or less must be paid in full using the first payment coupon, no later than November 1, 2006 at 5:00 p.m.

To pay taxes for the full year, send the 1st half coupon with your payment postmarked no later than Dec. 31, 2006. Delinquent interest will be waived.

DETACH AND RETURN WITH PAYMENT

Make check payable to:

Ross D. Jacobs
Yavapai County Treasurer
1015 Fair Street
Prescott AZ 86305-1807

Payment in U.S. FUNDS ONLY

TO PAY 1ST HALF ONLY PAY

TO PAY FULL YEAR TAX PAY

59.82

If your mortgage company makes your property tax payments consider this notice as a courtesy copy for your records only.



3065537202




Ross D. Jacobs
Yavapai County Treasurer
1015 Fair Street
Prescott AZ 86305-1807

2006 3065537202 1 00000000598200000005982

| | | |
|---|--|-------------|
| ICR WATER USERS ASSOCIATION PO BOX 5009 CHINO VALLEY, AZ 86323 PH. (928) 583-0741 | THE STOCKMEN'S BANK <small>1200 N HWY 88</small> CHINO VALLEY, AZ 86323 91-5041221 | 1255 |
|---|--|-------------|

| | | |
|------------------|-------------|----------------------|
| Memo: PAY | Mar 8, 2006 | ***\$1,155.89 |
| | DATE | AMOUNT |

One Thousand One Hundred Fifty-Five and 89/100 Dollars

| | |
|--|--|
| TO THE ORDER OF Yavapai County Treasurer 1015 Fair Street Prescott, AZ 86305-1807 |  AUTHORIZED SIGNATURE |
|--|--|

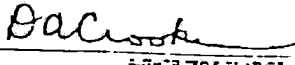
⑆001255⑆ ⑆122105045⑆ 5010020831⑆ ⑆0000115589⑆

Ck# 1255 Date 03/13/06 Amt \$1,155.89

| | | |
|---|--|-------------|
| ICR WATER USERS ASSOCIATION PO BOX 5669 CHINO VALLEY, AZ 86323 PH. (928) 583-0741 | THE STOCKMEN'S BANK <small>1200 N HWY 88</small> CHINO VALLEY, AZ 86323 91-5041221 | 1416 |
|---|--|-------------|

| | | |
|------------------|-------------|---------------------|
| Memo: PAY | Oct 3, 2006 | *****\$59.82 |
| | DATE | AMOUNT |

Fifty-Nine and 82/100 Dollars

| | |
|--|---|
| TO THE ORDER OF Ross D. Jacobs Yavapai County Treasurer 1015 Fair Street Prescott, AZ 86305-1807 |  AUTHORIZED SIGNATURE |
|--|---|

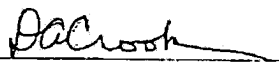
⑆001416⑆ ⑆122105045⑆ 5010020831⑆ ⑆0000005982⑆

Ck# 1416 Date 10/10/2006 Amt \$59.82

| | | |
|---|--|-------------|
| ICR WATER USERS ASSOCIATION PO BOX 5669 CHINO VALLEY, AZ 86323 PH. (928) 583-0741 | THE STOCKMEN'S BANK <small>1200 N HWY 88</small> CHINO VALLEY, AZ 86323 91-5041221 | 1424 |
|---|--|-------------|

| | | |
|------------------|-------------|---------------------|
| Memo: PAY | Oct 3, 2006 | *****\$54.79 |
| | DATE | AMOUNT |

Fifty-Four and 79/100 Dollars

| | |
|--|---|
| TO THE ORDER OF Ross D. Jacobs Yavapai County Treasurer 1015 Fair Street Prescott, AZ 86305-1807 |  AUTHORIZED SIGNATURE |
|--|---|

⑆001424⑆ ⑆122105045⑆ 5010020831⑆ ⑆0000005479⑆

Ck# 1424 Date 10/10/2006 Amt \$54.79


| | | |
|---|--|-------------|
| ICR WATER USERS ASSOCIATION PO BOX 5669 CHINO VALLEY, AZ 86323 PH. (928) 583-0741 | THE STOCKMEN'S BANK <small>1200 N HWY 88</small> CHINO VALLEY, AZ 86323 <small>91-504/1221</small> | 1413 |
|---|--|-------------|

| | | |
|--------------------|-------------|-------------|
| Memo: 306-55-030 9 | Oct 3, 2006 | *****\$8.22 |
|--------------------|-------------|-------------|

| | | |
|-----|------|--------|
| PAY | DATE | AMOUNT |
|-----|------|--------|

Eight and 22/100 Dollars

| | |
|-----------------|---|
| TO THE ORDER OF | Ross D. Jacobs Yavapai County Treasurer 1015 Fair Street Prescott, AZ 86305-1807 |
|-----------------|---|


AUTHORIZED SIGNATURE

#001413# 122105045# 5010020831#
#0000000822#

Ck# 1413 Date 10/10/2006 Amt \$8.22

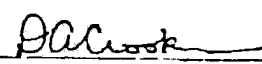
| | | |
|---|--|-------------|
| ICR WATER USERS ASSOCIATION PO BOX 5669 CHINO VALLEY, AZ 86323 PH. (928) 583-0741 | THE STOCKMEN'S BANK <small>1200 N HWY 88</small> CHINO VALLEY, AZ 86323 <small>91-504/1221</small> | 1414 |
|---|--|-------------|

| | | |
|--------------------|-------------|-------------|
| Memo: 306-55-031 2 | Oct 3, 2006 | *****\$8.22 |
|--------------------|-------------|-------------|

| | | |
|-----|------|--------|
| PAY | DATE | AMOUNT |
|-----|------|--------|

Eight and 22/100 Dollars

| | |
|-----------------|---|
| TO THE ORDER OF | Ross D. Jacobs Yavapai County Treasurer 1015 Fair Street Prescott, AZ 86305-1607 |
|-----------------|---|


AUTHORIZED SIGNATURE

#001414# 122105045# 5010020831#
#0000000822#

Ck# 1414 Date 10/10/2006 Amt \$8.22


| | | |
|---|--|-------------|
| ICR WATER USERS ASSOCIATION PO BOX 5669 CHINO VALLEY, AZ 86323 PH. (928) 583-0741 | THE STOCKMEN'S BANK <small>1200 N HWY 88</small> CHINO VALLEY, AZ 86323 <small>91-504/1221</small> | 1415 |
|---|--|-------------|

| | | |
|--------------------|-------------|---------------|
| Memo: 901-10-140 3 | Oct 3, 2006 | ***\$1,508.55 |
|--------------------|-------------|---------------|

| | | |
|-----|------|--------|
| PAY | DATE | AMOUNT |
|-----|------|--------|

One Thousand Five Hundred Eight and 55/100 Dollars

| | |
|-----------------|---|
| TO THE ORDER OF | Ross D. Jacobs Yavapai County Treasurer 1015 Fair Street Prescott, AZ 86305-1807 |
|-----------------|---|


AUTHORIZED SIGNATURE

#001415# 122105045# 5010020831#
#0000150855#

Ck# 1415 Date 10/10/2006 Amt \$1,508.55

**VERIFICATION
AND
SWORN STATEMENT
Taxes**

VERIFICATION

STATE OF Arizona
I, THE UNDERSIGNED
OF THE

| |
|---|
| COUNTY OF (COUNTY NAME) |
| <u>Yavapai</u> |
| NAME (OWNER OR OFFICIAL) TITLE |
| |
| COMPANY NAME |
| <u>ICR Water Users Association, Inc</u> |

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

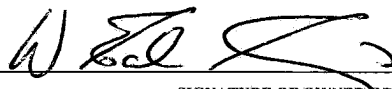
| MONTH | DAY | YEAR |
|-------|-----|------|
| 12 | 31 | 2006 |

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.



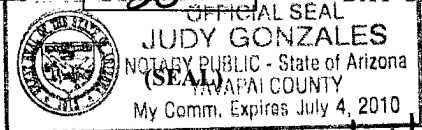
SIGNATURE OF OWNER OR OFFICIAL
(928) 583-0741

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME


A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 30 DAY OF



MY COMMISSION EXPIRES 7/4/2010

| | |
|-------------|----------------|
| COUNTY NAME | <u>Yavapai</u> |
| MONTH | <u>March</u> |
| | <u>20 07</u> |



SIGNATURE OF NOTARY PUBLIC

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported (36,440)
Estimated or Actual Federal Tax Liability 0

State Taxable Income Reported (36,440)
Estimated or Actual State Tax Liability 45

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances _____
Amount of Gross-Up Tax Collected _____
Total Grossed-Up Contributions/Advances _____

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.


SIGNATURE

3/30/07
DATE

W EARL CUMMINGS
PRINTED NAME

PRESIDENT
TITLE

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

VERIFICATION

STATE OF Arizona
I, THE UNDERSIGNED
OF THE

| |
|---|
| COUNTY OF (COUNTY NAME) Yavapai |
| NAME (OWNER OR OFFICIAL) TITLE |
| COMPANY NAME ICR Water Users Association, Inc |

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

| | | |
|-------|-----|------|
| MONTH | DAY | YEAR |
| 12 | 31 | 2006 |

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2006 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 273,102

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 14,130
IN SALES TAXES BILLED, OR COLLECTED)


****REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

SUBSCRIBED AND SWORN TO BEFORE ME

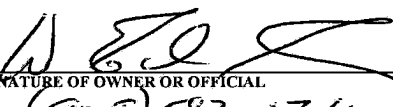
A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

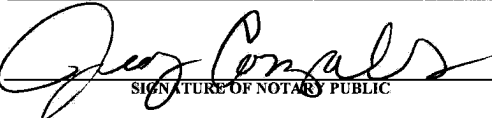
30 DAY OF

| |
|--|
|  OFFICIAL SEAL JUDY GONZALES NOTARY PUBLIC - State of Arizona YAVAPAI COUNTY My Comm. Expires July 4, 2010 |
|--|

MY COMMISSION EXPIRES 7/4/2010


SIGNATURE OF OWNER OR OFFICIAL
(928) 583-0741
TELEPHONE NUMBER

| | |
|-------------------------------|---------------------|
| COUNTY NAME <u>Yavapai</u> | |
| MONTH <u>March</u> | YEAR <u>2007</u> |


SIGNATURE OF NOTARY PUBLIC

**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY**

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

| | |
|--|-------|
| COUNTY OF (COUNTY NAME) Yavapai | |
| NAME (OWNER OR OFFICIAL) | TITLE |
| COMPANY NAME ICR Water Users Association, Inc | |

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

| | | |
|-----------|-----------|-------------|
| MONTH | DAY | YEAR |
| 12 | 31 | 2006 |

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

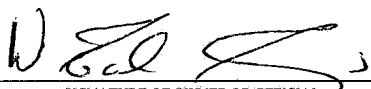
IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2006 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 273,102

**(THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 14,130
IN SALES TAXES BILLED, OR COLLECTED)**

***RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.**

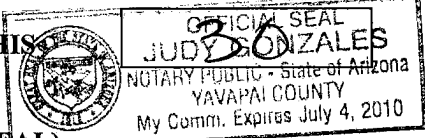


SIGNATURE OF OWNER OR OFFICIAL
(928) 583-0741

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

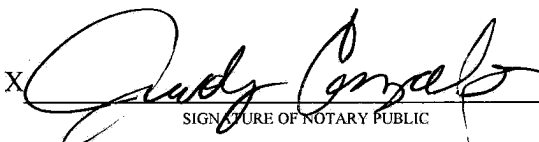
A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS  **DAY OF**
(SEAL)

MY COMMISSION EXPIRES

7/4/2010

| | |
|---|--------------|
| NOTARY PUBLIC NAME Judy Gonzales | |
| COUNTY NAME Yavapai | |
| MONTH March | 20 07 |

X 

SIGNATURE OF NOTARY PUBLIC